

**Individual Taxpayer Impacts of \$1,000 Donation to Scholarship Fund
Taxpayer in Top Federal and State Rate Brackets**

	Current Law	SB 282	75% Credit	50% Credit	25% Credit
Donation	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000
Federal Itemized Deduction x Federal Marginal Tax Rate	\$1,000 35%	\$1,000 35%	\$1,000 35%	\$1,000 35%	\$1,000 35%
= Federal Tax Savings from Deduction	\$350	\$350	\$350	\$350	\$350
State Itemized Deduction x State Marginal Tax Rate	\$1,000 6.9%	\$0 6.9%	\$0 6.9%	\$0 6.9%	\$0 6.9%
= State Tax Savings from Deduction	\$69	\$0	\$0	\$0	\$0
State Credit	\$0	\$1,000	\$750	\$500	\$250
Federal Tax Savings from Deduction + State Tax Savings from Deduction + State Credit	\$350 \$69 \$0	\$350 \$0 \$1,000	\$350 \$0 \$750	\$350 \$0 \$500	\$350 \$0 \$250
= Total Tax Savings	\$419	\$1,350	\$1,100	\$850	\$600
Donation - Tax Savings	\$1,000 \$419	\$1,000 \$1,350	\$1,000 \$1,100	\$1,000 \$850	\$1,000 \$600
= Net Cost of Donation	\$581	-\$350	-\$100	\$150	\$400

SENATE TAXATION 11
 EXHIBIT NO. 11
 DATE 2.14.11
 BILL NO. SB 282